



# House of Representatives

General Assembly

**File No. 675**

*January Session, 2007*

Substitute House Bill No. 7231

*House of Representatives, May 1, 2007*

The Committee on Finance, Revenue and Bonding reported through REP. STAPLES of the 96th Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

***AN ACT INCLUDING ON-BOARD OIL REFINING SYSTEMS IN THE DEFINITION OF LOCAL CAPITAL IMPROVEMENT PROJECTS.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subsection (a) of section 7-536 of the general statutes is  
2 repealed and the following is substituted in lieu thereof (*Effective July*  
3 *1, 2007*):

4 (a) As used in sections 7-535 to 7-538, inclusive:

5 (1) "Adjusted equalized net grand list per capita" means the  
6 adjusted equalized net grand list per capita determined for each town  
7 pursuant to section 10-261;

8 (2) "Density" means the population of a municipality divided by the  
9 number of square miles of the municipality;

10 (3) "Grant anticipation note" means a note issued in anticipation of  
11 the receipt of project grants to the municipality from moneys in the

12 Local Capital Improvement Fund;

13 (4) "Local capital improvement project" means a municipal capital  
14 expenditure project for any of the following purposes: (A) Road  
15 construction, renovation, repair or resurfacing, (B) sidewalk and  
16 pavement improvements, (C) construction, renovation, enlargement or  
17 repair of sewage treatment plants and sanitary or storm, water or  
18 sewer lines, including separation of lines, (D) public building  
19 construction other than schools, including renovation, repair, code  
20 compliance, energy conservation and fire safety projects, (E)  
21 construction, renovation, enlargement or repair of dams, bridges and  
22 flood control projects, (F) construction, renovation, enlargement or  
23 repair of water treatment or filtration plants and water mains, (G)  
24 construction, renovation or enlargement of solid waste facilities, (H)  
25 improvements to public parks, (I) the preparation and revision of local  
26 capital improvement plans projected for a period of not less than five  
27 years and so prepared as to show the general description, need and  
28 estimated cost of each individual capital improvement, (J)  
29 improvements to emergency communications systems, (K) public  
30 housing projects, including renovations and improvements and energy  
31 conservation and the development of additional housing, (L)  
32 renovations to or construction of veterans' memorial monuments, (M)  
33 thermal imaging systems, (N) bulky waste and landfill projects, (O) the  
34 preparation and revision of municipal plans of conservation and  
35 development adopted pursuant to section 8-23, provided such plans  
36 are endorsed by the legislative body of the municipality not more than  
37 one hundred eighty days after adoption by the commission, (P)  
38 acquisition of automatic external defibrillators, [and] (Q) floodplain  
39 management and hazard mitigation activities, and (R) on-board oil  
40 refining systems consisting of a filtration canister and evaporation  
41 canister that remove solid and liquid contaminants from lubricating  
42 oil. "Local capital improvement project" means only capital  
43 expenditures and includes repairs incident to reconstruction and  
44 renovation but does not include ordinary repairs and maintenance of  
45 an ongoing nature and "floodplain management" and "hazard  
46 mitigation" shall have the same meaning as in section 25-68j;

47 (5) "Municipality" means any town, city, borough, consolidated  
48 town and city or consolidated town and borough;

49 (6) "Population" means the number of people according to the most  
50 recent federal decennial census, except in intervening years between  
51 such censuses when it shall mean the number according to the most  
52 recent estimate of the Department of Public Health; and

53 (7) "Secretary" means the Secretary of the Office of Policy and  
54 Management.

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2007	7-536(a)

**ENV**      *Joint Favorable Subst. C/R*      FIN

**FIN**      *Joint Favorable Subst.*

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either chamber thereof for any purpose:

**OFA Fiscal Note**

**State Impact:**

Agency Affected	Fund-Effect	FY 08 \$	FY 09 \$
Treasurer, Debt Serv.	GF - Cost	See Below	See Below

Note: GF=General Fund

**Municipal Impact:** None

**Explanation**

The bill expands the purposes for which towns can use Local Capital Improvement Program (LoCIP) funds. This has no immediate fiscal impact because it does not authorize additional General Obligation (GO) bonds for the program. However, to the degree that the bill causes bond funds to be expended more rapidly than they otherwise would have been, it may result in increased debt service costs in future years. The unallocated bond balance for this program is \$21.1 million as of 4/20/07.

**The Out Years**

The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.

**OLR Bill Analysis****sHB 7231*****AN ACT INCLUDING ON-BOARD OIL REFINING SYSTEMS IN THE DEFINITION OF LOCAL CAPITAL IMPROVEMENT PROJECTS.*****SUMMARY:**

This bill allows municipalities that acquire and install certain on-board oil refining systems to have their costs reimbursed from the Local Capital Improvement Program (LoCIP) Fund. Refining systems must consist of filtration and evaporation canisters that remove solid and liquid contaminants from lubricating oil. While the bill does not specify where the refining systems would be installed, they apparently could be used on motor vehicles, boats, farm, and construction equipment.

EFFECTIVE DATE: July 1, 2007

**BACKGROUND*****Local Capital Improvement Program (LoCIP)***

LoCIP, administered by the Office of Policy and Management, reimburses municipalities for the cost of eligible local capital improvement projects, such as road, bridge, and public building construction activities. OPM annually allocates LoCIP funds to municipalities according to a statutory formula (CGS §§ 7-535 *et seq.*)

**COMMITTEE ACTION**

Environment Committee

Joint Favorable Substitute Change of Reference  
Yea 28 Nay 2 (03/23/2007)

Finance, Revenue and Bonding Committee

Joint Favorable Substitute

Yea 53 Nay 0 (04/17/2007)